



**2004 Calculation of Michigan Unemployment Benefit Accuracy Improvement (a)**  
**In Whole Dollars**

<u>Description</u>	<u>Amount</u>
2004 Total Michigan Unemployment Benefit Payments	\$1,781,786,446
Multiplied by Net Overpayment Percentage (b)	<u>8.78%</u>
<i>Gross Savings if Errors are Completely Eliminated</i>	\$156,440,850
Multiplied by 50% Improvement Rate	<u>50%</u>
<i>2004 Annual Savings with 50% Improvement in Net Error Rate</i>	<u>\$78,220,425</u>

Prepared by House Fiscal Agency, March 27, 2006

(a) Source: U.S. Department of Labor, Employment and Training Administration, Unemployment Insurance Benefit Accuracy Measurement for calendar Year 2004.

(b) Same source as (a) above. Overpayment percentage is 9.53% minus underpayment percentage of 0.75% = 8.78%.